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Securities Regulations (Reporting in the English Language) 5781-2020¹

By virtue of the authority vested in me under Sections 17, 36, and 56 of the Securities Law 5728-1968 (“the Law”), I hereby enact these regulations, as proposed by the ISA and approved by the Knesset Finance Committee:

Definitions	1.	In these Regulations, an immediate report – as defined in Section 36(E) of the Law;	
Corporations’ English-language reports for initial public offerings	2.	A corporation that offers its securities to the public in Israel for the first time may publish its prospectus and its financial statements exclusively in the English language, provided that the corporation makes note of this fact in its IPO prospectus.	
Change in reporting language	3.	(a)	A reporting corporation may changes its reporting language from the Hebrew language to the English language and vice versa; Any decision on a change in reporting language is subject to the approval of the corporation’s board of directors.
		(b)	The corporation will file an immediate report in the event that the corporation’s board of directors gives approval as stated in sub-regulation (a) above; The immediate report will include the board’s reasoning for its decision.
		(c)	The board’s approval in accordance with sub-regulation (a) will not come into effect if one or more shareholders of the corporation that hold at least two percent of the corporation’s issued share capital, the voting rights in the corporation or the debentures issued by the corporation, give notice of their objection to the change in reporting language, provided that the objection was submitted to the corporation in writing no later than 14 days after the date on which the corporation filed the immediate report in accordance with sub-regulation (b).
		(d)	If an objection was filed in accordance with in sub-regulation (c), the board’s decision will come into effect if it obtains the consent of a majority of security holders, excluding the corporation’s controlling shareholders, who present at the vote, in meetings of all classes of securities holders convened by the corporation.
		(e)	The change in reporting language will not be effected prior to the elapse of 30 days from the final date for filing objections in accordance with sub-regulation (c), or from the publication date of the results of all the

¹ Collection of Regulations 8904, 5781 (November 11, 2020), p. 482.

		meetings convened by the corporation in accordance with sub-regulation (d), the later of the two dates; The corporation will file an immediate report in the matter of the date on which reporting in the other language will commence.
Commencement	4.	These Regulations come into effect three months from their publication date.

17 Heshvan 5781 (November 4, 2020)

Israel Katz

Minister of Finance